#### **BEFORE**

### THE PUBLIC SERVICE COMMISSION OF

#### SOUTH CAROLINA

DOCKET NO. 98-053-C - ORDER NO. 98-861

#### NOVEMBER 4, 1998

IN RE:	Application of Satellink Paging, LLC for a Certificate of Public Convenience and Necessity to Operate as a Reseller of	)	ORDER / MR APPROVING CERTIFICATE
	Interexchange Telecommunications Services	)	
	within the State of South Carolina.	)	

This matter comes before the Public Service Commission of South Carolina (the "Commission") by way of the Application of Satellink Paging, LLC ("Satellink" or the "Company") requesting a Certificate of Public Convenience and Necessity authorizing it to operate as a reseller of intrastate interexchange telecommunications services in the State of South Carolina. The Company's Application was filed pursuant to S.C. Code Ann. §58-9-280 (Supp. 1996) and the Regulations of the Public Service Commission of South Carolina.

The Commission's Executive Director instructed Satellink to publish, one time, a prepared Notice of Filing in newspapers of general circulation in the affected areas. The purpose of the Notice of Filing was to inform interested parties of Satellink's Application and of the manner and time in which to file the appropriate pleadings for participation in the proceeding. Satellink complied with this instruction and provided the Commission with proof of publication of the Notice of Filing. No Petitions to Intervene or Protests were filed.

A hearing was commenced on October 13, 1998, at 11:00 a.m., in the Commission's Hearing Room. The Honorable William Saunders, Vice Chairman, presided. Satellink was not represented by counsel. The Commission Staff was represented by Florence P. Belser, Staff Counsel.

Robert P. Poche, Senior Vice President of Operations of Satellink, appeared and offered testimony in support of Satellink's Application. The record reveals that Satellink is a limited liability company organized under the laws of the State of Georgia and is authorized to transact business in South Carolina by the South Carolina Secretary of State. According to Mr. Poche, Satellink seeks authority to operate as a reseller of intraLATA and interLATA intrastate telecommunications services. Satellink seeks to offer intrastate, interLATA and, to the extent authorized by the Commission, intraLATA direct-dialed services including 1+ service, flat rate service, 800 inbound service, and travel cards. Mr. Poche stated that Satellink did not plan to offer prepaid calling (or debit) cards and stated that the final tariff would delete references to a prepaid calling (or debit) card service offering. The record reveals the Company's services, operations and marketing procedures.

Mr. Poche also explained that Satellink possesses the technical, financial and managerial abilities to provide its services in South Carolina. Regarding Satellink's financial condition, Mr. Poche stated that Satellink has the financial support of its parent company, Satellink Communications, Inc. Regarding Satellink's managerial and technical experience, Mr. Poche stated that Satellink's personnel represent a broad spectrum of business and technical disciplines, possessing many years of individual and

aggregate telecommunications experience. In further support of Satellink's qualifications. Mr. Poche testified that Satellink is currently authorized to provide intrastate telecommunications pursuant to certification, registration, or tariff requirements, or on an unregulated basis, in all 48 contiguous states and Hawaii, except in North Carolina and South Carolina. Mr. Poche testified that the Company would operate in accordance with the Commission rules, regulations, guidelines, and Commission Orders. Finally, Mr. Poche offered that approval of Satellink's application is in the public interest as approval of Satellink's Application should bring (1) more competition, additional services, and better product at competitive prices; (2) increased customer choice as well as innovative telecommunications services; (3) efficient use of existing resources as well as diversification and reliability of supply of communications services: (4) development of expanded telecommunications supply industry in South Carolina; and (5) an expanded tax base and revenue source for the State of South Carolina. After full consideration of the applicable law, the Company's Application, and the evidence presented at the hearing, the Commission hereby issues its findings of fact and conclusions of law:

#### **FINDINGS OF FACT**

- 1. Satellink is organized as a limited liability company under the laws of the State of Georgia and is authorized to do business as a foreign corporation in the State of South Carolina by the Secretary of State.
- 2. Satellink operates as a non-facilities based reseller of interexchange services and wishes to provide its services in South Carolina.

3. Satellink has the experience, capability, and financial resources to provide the services as described in its Application.

#### **CONCLUSIONS OF LAW**

- 1. Based on the above findings of fact, the Commission determines that a Certificate of Public Convenience and Necessity should be granted to Satellink to provide intrastate interLATA service and to originate and terminate toll traffic within the same LATA, as set forth herein, through its own facilities and through the resale of intrastate Wide Area Telecommunications Services (WATS), Message Telecommunications Service (MTS), Foreign Exchange Service, Private Line Service, or any other services authorized for resale by tariffs of carriers approved by the Commission.
- 2. The Commission adopts a rate design for Satellink for its services which includes only maximum rate levels for each tariff charge. A rate structure incorporating maximum rate levels with the flexibility for adjustment below the maximum rate levels has been previously adopted by the Commission. In Re: Application of GTE Sprint Communications Corporation, etc., Order No. 84-622, issued in Docket No. 84-10-C (August 2, 1984).
- 3. Satellink shall not adjust its rates below the approved maximum level without notice to the Commission and to the public. Satellink shall file its proposed rate changes, publish its notice of such changes, and file affidavits of publication with the Commission two weeks prior to the effective date of the changes. However, the public notice requirement is waived, and therefore not required, for reductions below the maximum cap in instances which do not affect the general body of subscribers or do not

constitute a general rate reduction. In Re: Application of GTE Sprint Communications, etc., Order No. 93-638, issued in Docket No. 84-10-C (July 16, 1993). Any proposed increase in the maximum rate level reflected in the tariff which would be applicable to the general body of the Company's subscribers shall constitute a general ratemaking proceeding and will be treated in accordance with the notice and hearing provisions of S.C. Code Ann. §58-9-540 (Supp. 1997).

- 4. If it has not already done so by the date of issuance of this Order, Satellink shall file its revised maximum tariff and an accompanying price list within thirty (30) days of receipt of this Order. The revised tariff shall be consistent with the findings of this Order and shall be consistent with the Commission's Rules and Regulations.
- 5. Satellink is subject to access charges pursuant to Commission

  Order No. 86-584, in which the Commission determined that for access purposes resellers
  and facilities-based interexchange carriers should be treated similarly.
- 6. With regard to the Company's resale of service, an end-user should be able to access another interexchange carrier or operator service provider if the end-user so desires.
- 7. Satellink shall resell the services of only those interexchange carriers or LECs authorized to do business in South Carolina by this Commission. If Satellink changes underlying carriers, it shall notify the Commission in writing.
- 8. With regard to the origination and termination of toll calls within the same LATA, Satellink shall comply with the terms of Order No. 93-462, Order Approving

Stipulation and Agreement, in Docket Nos. 92-182-C, 92-183-C, and 92-200-C (June 3, 1993).

- 9. Satellink shall file surveillance reports on a calendar or fiscal year basis with the Commission as required by Order No. 88-178 in Docket No. 87-483-C. The proper form for these reports is indicated on Attachment A.
- 10. The Company shall, in compliance with Commission regulations, designate and maintain an authorized utility representative who is prepared to discuss, on a regulatory level, customer relations (complaint) matters, engineering operations, tests and repairs. In addition, the Company shall provide to the Commission in writing the name of the authorized representative to be contacted in connection with general management duties as well as emergencies which occur during non-office hours. Satellink shall file the names, addresses and telephone numbers of these representatives with the Commission within thirty (30) days of receipt of this Order. Attachment B shall be utilized for the provision of this information to the Commission. Further, the Company shall promptly notify the Commission in writing if the representatives are replaced.
- 11. Satellink shall conduct its business in compliance with Commission decisions and Orders, both past and future. Further, Satellink is directed to obey and operate in compliance with the Rules and Regulations promulgated by the Commission, unless a Rule or Regulation is specifically waived by the Commission.

12. This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:

Chairman

This T. Bradly

ATTEST:

May 5 Walsh Executive Director

(SEAL)

## ANNUAL INFORMATION ON SOUTH CAROLINA OPERATIONS FOR INTEREXCHANGE COMPANIES AND AOS'S

COM	PANY NAME	
	<u>FEI N</u>	0.
ADDF	RESS	
CITY,	, STATE, ZIP CODE	PHONE NUMBER
(1)	SOUTH CAROLINA OPERATING REVEN DECEMBER 31 OR FISCAL YEAR ENDIN	UES FOR THE 12 MONTHS ENDING G
(2)	SOUTH CAROLINA OPERATING EXPENDECEMBER 31 OR FISCAL YEAR ENDIN	
(3)	RATE BASE INVESTMENT IN SOUTH CA 12 MONTHS ENDING DECEMBER 31 OR	AROLINA OPERATIONS* FOR FISCAL YEAR ENDING
*	THIS WOULD INCLUDE GROSS PLANT, MATERIALS AND SUPPLIES, CASH WOI PROGRESS, ACCUMULATED DEFERRED CONSTRUCTION AND CUSTOMER DEP	RKING CAPITAL, CONSTRUCTION WORK IN DINCOME TAX, CONTRIBUTIONS IN AID OF
(4)	PARENT'S CAPITAL STRUCTURE* AT I	DECEMBER 31 OR FISCAL YEAR ENDING
*	THIS WOULD INCLUDE ALL LONG TER PAYABLE), PREFERRED STOCK AND C	M DEBT (NOT THE CURRENT PORTION OMMON EQUITY.
(5)	PARENT'S EMBEDDED COST PERCENT EMBEDDED COST PERCENTAGE (%) FO DECEMBER 31 OR FISCAL YEAR ENDIN	OR PREFERRED STOCK AT YEAR ENDING
(6)	ALL DETAILS ON THE ALLOCATION M OF EXPENSES ALLOCATED TO SOUTH METHOD OF ALLOCATION OF COMPAI ABOVE).	ETHOD USED TO DETERMINE THE AMOUNT CAROLINA OPERATIONS AS WELL AS NY'S RATE BASE INVESTMENT (SEE #3
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# INFORMATION OF THE AUTHORIZED UTILITY REPRESENTATIVES FOR INTEREXCHANGE, LOCAL AND AOS COMPANIES

PURSUANT TO SOUTH CAROLINA PUBLIC SERVICE COMMISSION REGULATION 103-612.2.4(b), each utility shall file and maintain with the Commission the name, title, address, and telephone number of the persons who should be contacted in connection with Customer Relations/Complaints.

Company Name/DBA Name			
Business Address			
City, State, Zip Code			
Authorized Utility Represent	tative (Please Print or	·Type)	
Telephone Number	Fax Number		
E-Mail Address			
This form was completed by	Signature		

If you have any questions, contact the Consumer Services Department at 803-737-5230